



## TAXABLE/NONTAXABLE INCOME FOR CITY OF CENTERVILLE

### Taxable Income

- Wages, salaries, other compensation, bonuses, stipends, tip income, vacation pay, stock options, sick pay, strike pay, commissions, profit sharing, fees and other earned income
- Employer supplemental unemployment benefits (Sub pay), contributions to retirement plans and tax deferred annuity plans (including Section 401k, 403b, 457b, etc.)
- Gambling winnings (no deduction allowed for gambling losses), including lottery, prizes, games of chance, etc
- Prizes and gifts connected to employment if taxed for Federal tax purposes
- Contributions made on behalf of employees to tax deferred annuity programs
- Income from wage continuation plans (including retirement incentive plans and severance plans); income from guaranteed annual wage contracts
- Employee contributions to costs of fringe benefits
- Employer provided educational assistance and/or reimbursement (taxable to the same extent as for federal taxation)
- Compensation paid in goods or services or property usage (taxed at fair market value)
- Reimbursements in excess of deductible expenses; excess employee discounts
- Employer paid premiums for group term life insurance over \$50,000
- Directors fees; Executor fees
- Income from jury duty
- Union steward fees
- Net rental income
- Farm net income
- Net profits/income of business, professions, corporations, partnerships, estates and trusts
- Ordinary gains as reported on Federal Form 4797
- Income received as a result of a covenant not to compete
- Royalties derived from tangible property (e.g. oil, gas)

### Nontaxable Income

- Interest and dividend income
- Social security and welfare benefits, State unemployment benefits, Workers Compensation
- Income from qualified pension plans and annuity distributions
- Proceeds from life insurance
- Alimony (to the recipient)
- Active duty military pay (including active duty National Guard pay)
- Capital gains
- Patent and copyright income and royalties derived from intangible property
- Housing allowance for clergy to the extent that the allowance is used to provide a home
- Earnings of persons under 18 years of age
- Compensation received for serving as a precinct official unless it exceeds \$1,000 annually
- Cancellation of debt
- Health and welfare benefits distributed by governmental, charitable, religious, or educational organizations

**THESE LISTS ARE NOT ALL-INCLUSIVE.**

**For questions regarding specific types of income, and whether or not they are taxable/nontaxable to the City of Centerville, please call 937-433-7151. A member of the City of Centerville Tax Department will be happy to assist. Office hours are 8 am to 4:30 pm Monday through Friday.**